

Town/County Water and Sanitary Sewer M.O.U  
Amendment I

The purpose of this amendment is to establish a different financing arrangement for the construction of the Wastewater Treatment plant and to recognize the equity interest of the U.S. Department of Commerce, Economics Development Administration in those water and sewer facilities for which they contributed money towards.

A. Restructuring of financing between the Town of Appomattox and the County of Appomattox.

On February 15, 2000, the Town borrowed \$3,203,000 at 0% from the Virginia Resources Authority to finance the wastewater treatment plant upgrades. The loan is to be repaid in semiannual installments on each March 1 and September 1 over 20 years beginning on March 1, 2002, with final payment due on September 1, 2021. The County and the Town agree that the Town will bill the county for 48.67% of each semi-annual installment as it becomes due to Virginia Resources Authority.

The town has also incurred cash expenses related to project that were not financed with the VRA loan. The County shall make a payment of \$244,824 by October 1, 2000. This portion represents 48.67% of those cash expenses.

B. Equity Interest held by the U.S. Department of Commerce, Economic Development Administration. (E.D.A.).

The E.D.A. by virtue of grant award number 01-01-03855 has invested monies into the water lines, sanitary sewer lines (gravity and force main) and sanitary sewer pump station. To serve the Appomattox County Industrial Park. By virtue of this grant and the grant award conditions, all parties of this agreement recognize that the E.D.A. shall hold an equity interest in those facilities funded partially by them for a term of twenty (20) years.